

State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

June 8, 2005

CERTIFIED RETURN RECEIPT 7002 0510 0003 8603 3318

Mr. Michael Pauletto I & P Investments, Inc. 10517 NE 50th Avenue Vancouver, Washington 98686

Subject: Notice of Conditional Approval to Commence Large Mining Operations, I & P Investments, Inc., Green Peak Quarry, M/003/060, Box Elder County, Utah

Dear Mr. Pauletto:

The Division has completed a review of your Letter of Credit and the draft Reclamation Contract for the Green Peak Quarry (Permit # M/003/060) in Box Elder County, Utah. The Letter of Credit is approvable, however, the Reclamation Contract is not complete. We are **conditionally approving** your large mine permit which allows you to begin your operations as outlined in your Notice of Intention. The conditions to the permit must be provided within 60 days by August 8, 2005. The conditions are:

Condition #1

Provide evidence to the Division that I & P Investments, Inc. is licensed to do business within the State of Utah.

Condition #2

Provide either a single surety for the full amount required (\$74,700.00), naming both the Utah Division of Oil, Gas and Mining and the U.S.D.I. Bureau of Land Management (BLM) as joint beneficiaries, or amend the existing surety currently held by the BLM to a.) - name the Utah Division of Oil, Gas and Mining as joint beneficiary; b.) - - to include all lands to be affected by the Large Mining Operation, and increase the amount so that the total amount of surety and the letter of credit is \$74,700.00.



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Condition #3

After I & P Investments, Inc. has acquired a Utah business license, provide an executed Reclamation Contract that correctly identifies the mine site and matches the area identified in the Notice of Intention; the surety(s) (amount and form(s)); and the area of disturbance that is covered by the surety(s). The area of disturbance needs to be identified by legal description as well as shown on a map.

If the required Proof of Licensure, surety and Reclamation Contract are not received prior to the end of the 60-day time limit, the Division will take appropriate enforcement action, which may also involve the withdrawal of the Conditional Approval and an order to reclaim the site.

If you have any questions in this regard please contact me or Lynn Kunzler at (801) 538-5258 or 538-5310, respectively. Thank you for your cooperation and patience in completing this lengthy permitting process.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

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SMW:LK:jb

cc: Mike Nelson, BLM

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